

# Hampton Roads Caucus



April 3, 2008

**Jody M. Wagner**

Secretary of Finance

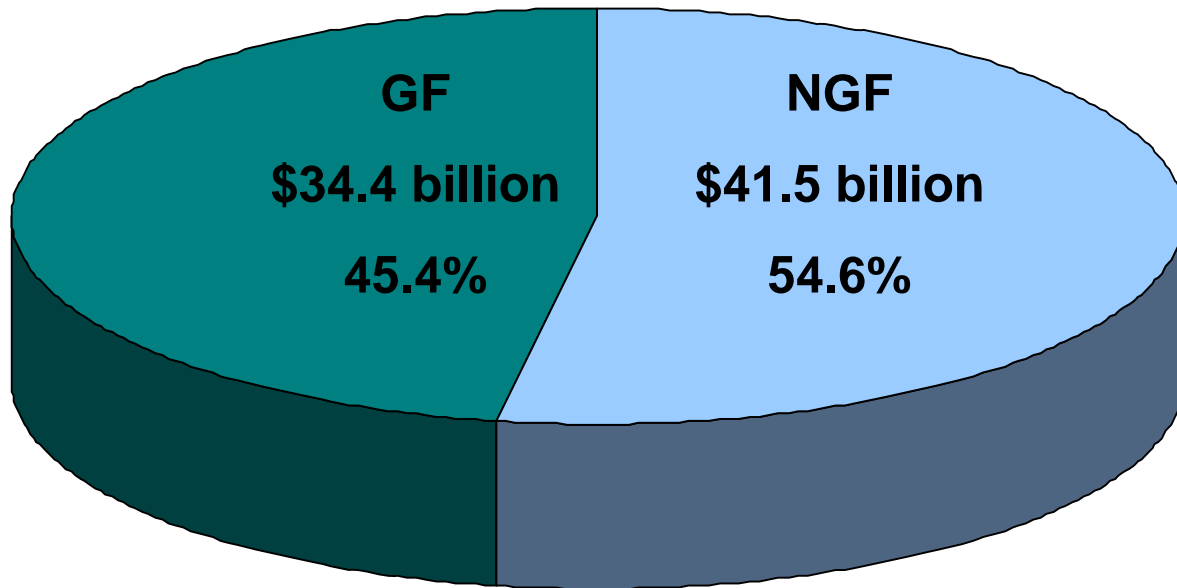
Commonwealth of Virginia

[Jody.Wagner@governor.virginia.gov](mailto:Jody.Wagner@governor.virginia.gov)

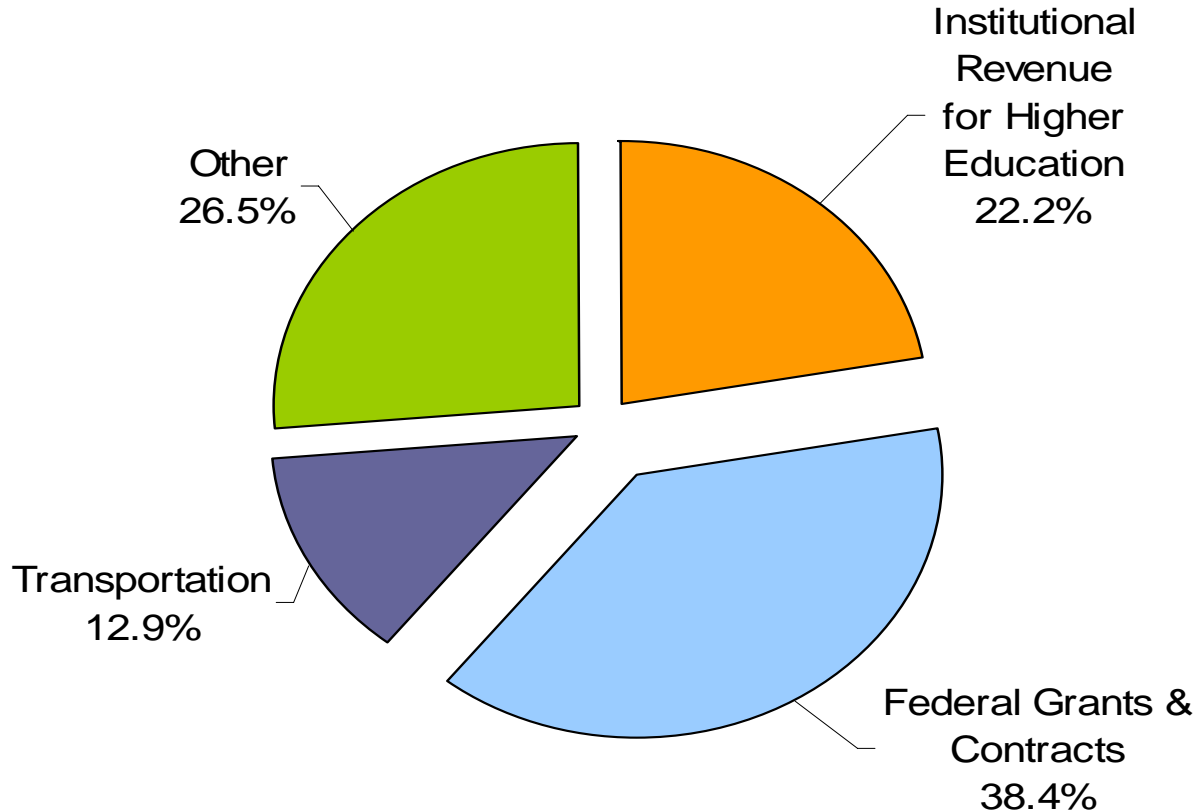
[www.finance.virginia.gov](http://www.finance.virginia.gov)

## ***2008-2010 Budget: General Fund vs. Nongeneral Fund\****

**Appropriations – \$75.9 Billion**

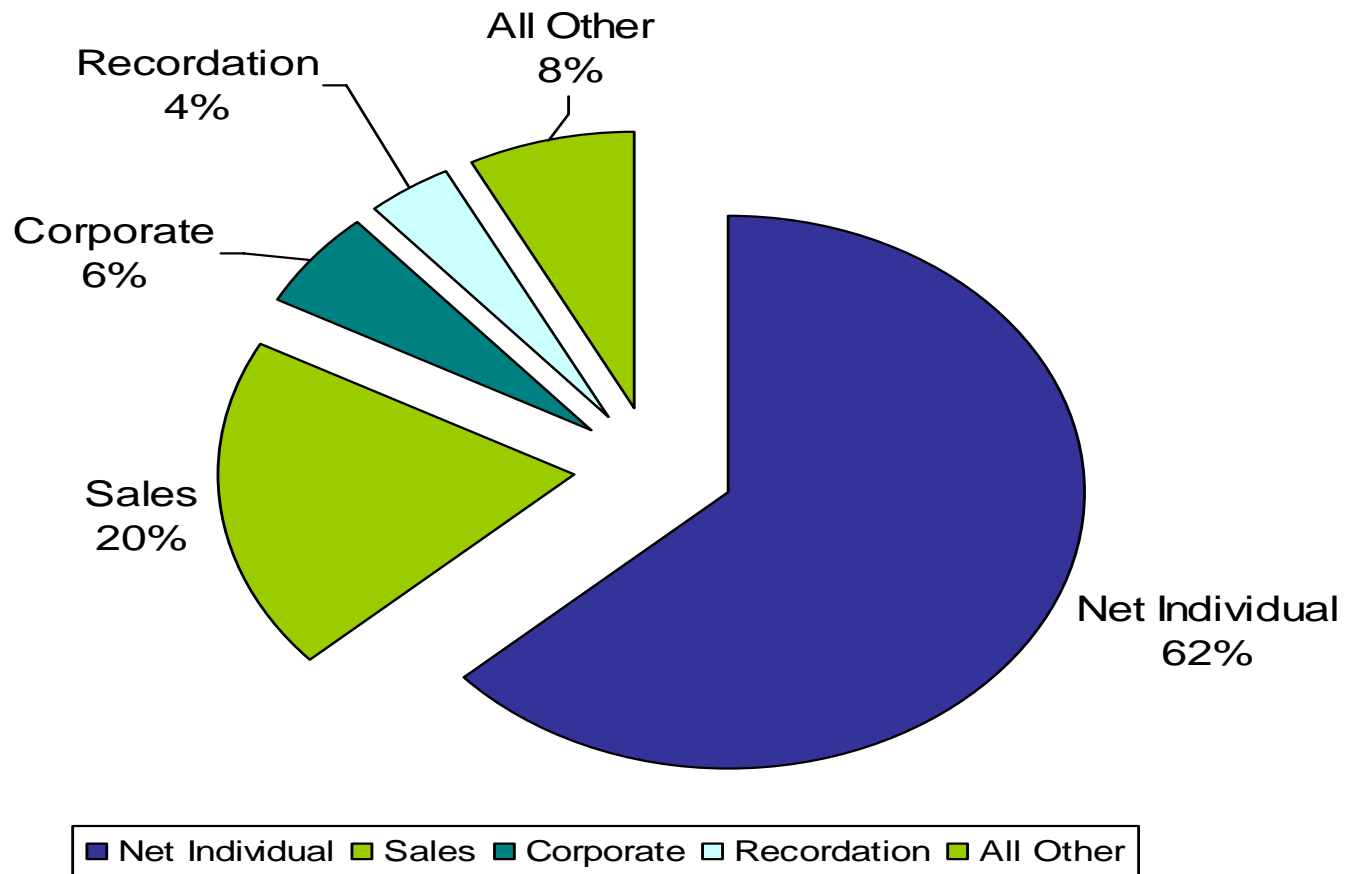


## Components of Non General Fund Revenues\*...



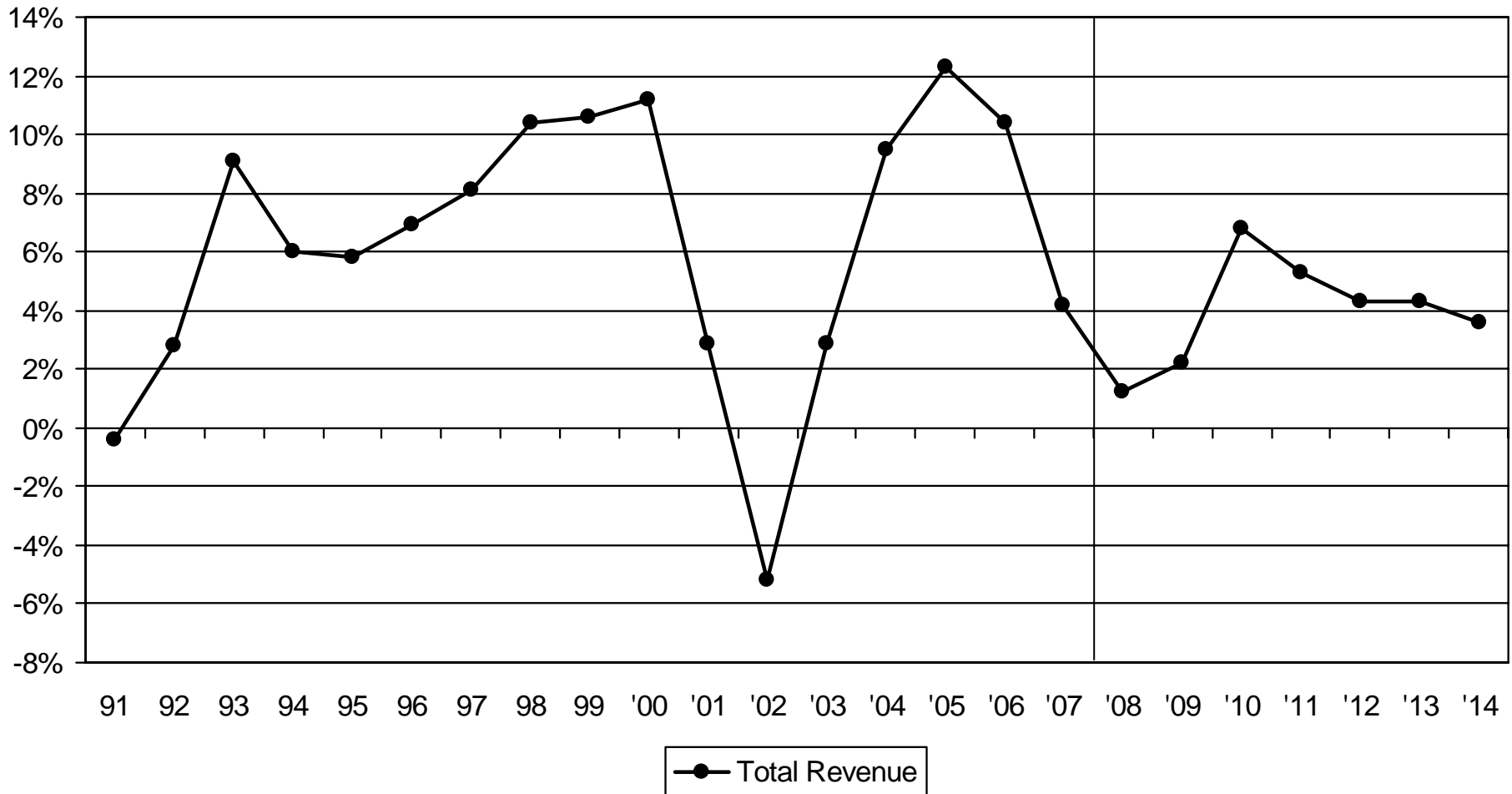
■ Institutional Revenue for Higher Education ■ Federal Grants & Contracts ■ Transportation ■ Other

## Components of General Fund Revenues...



# *Total General Fund Revenue*

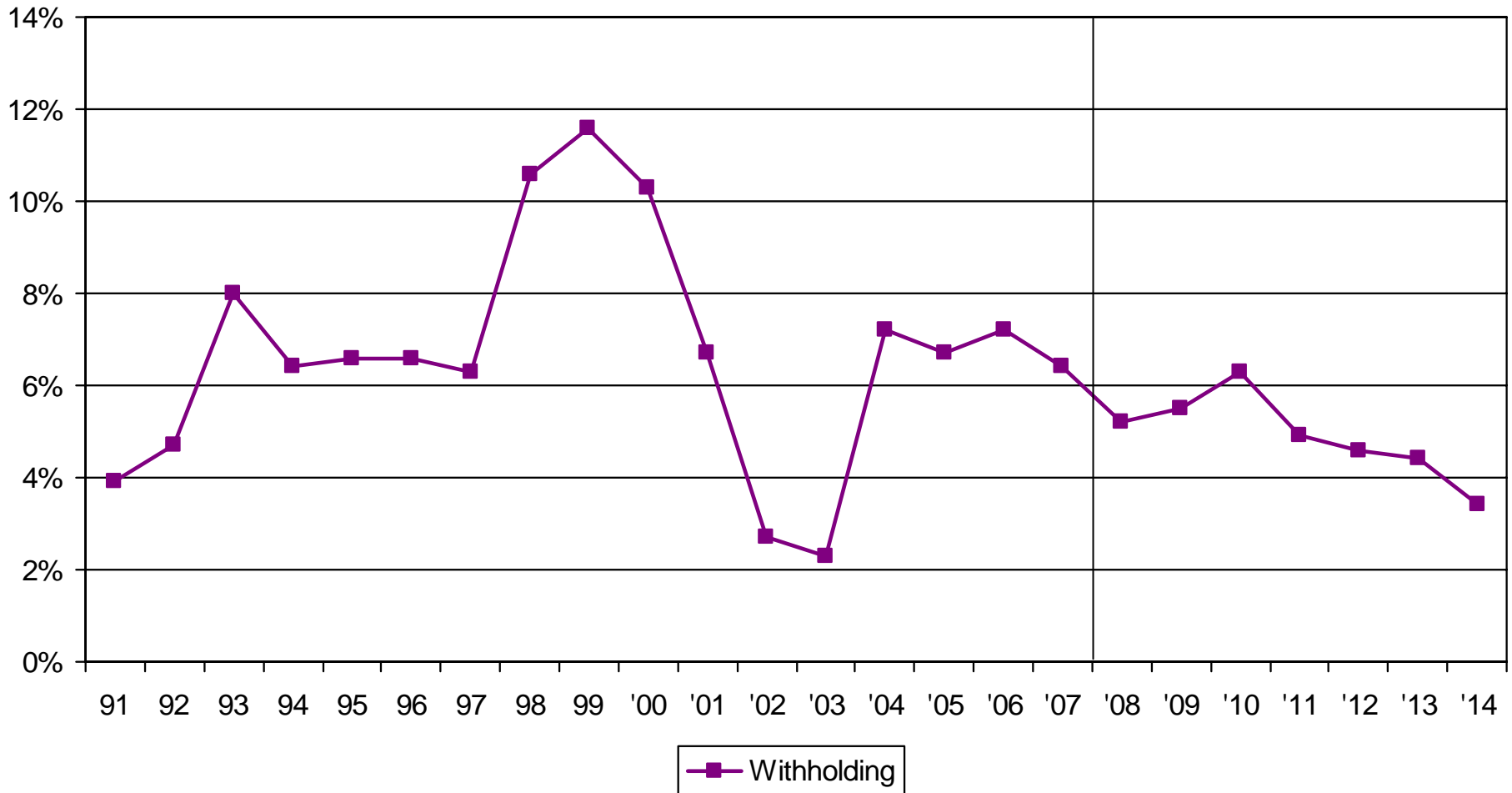
## *Fiscal Year Percent Change*



Note: Adjusted for AST and tax reform.

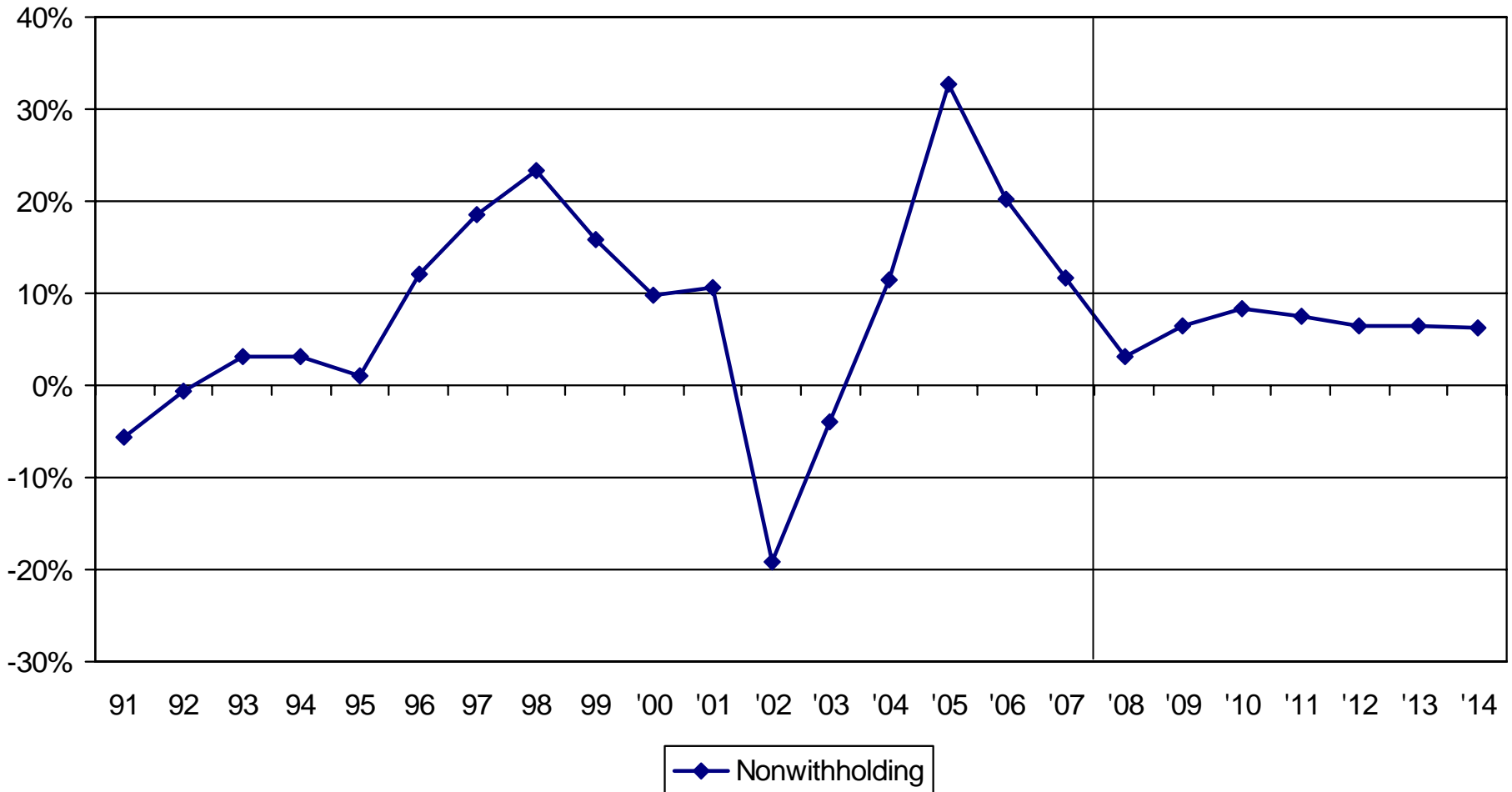
\* FY08-14 is forecast

## *Withholding Fiscal Year Percent Change*



\* FY08-14 is forecast

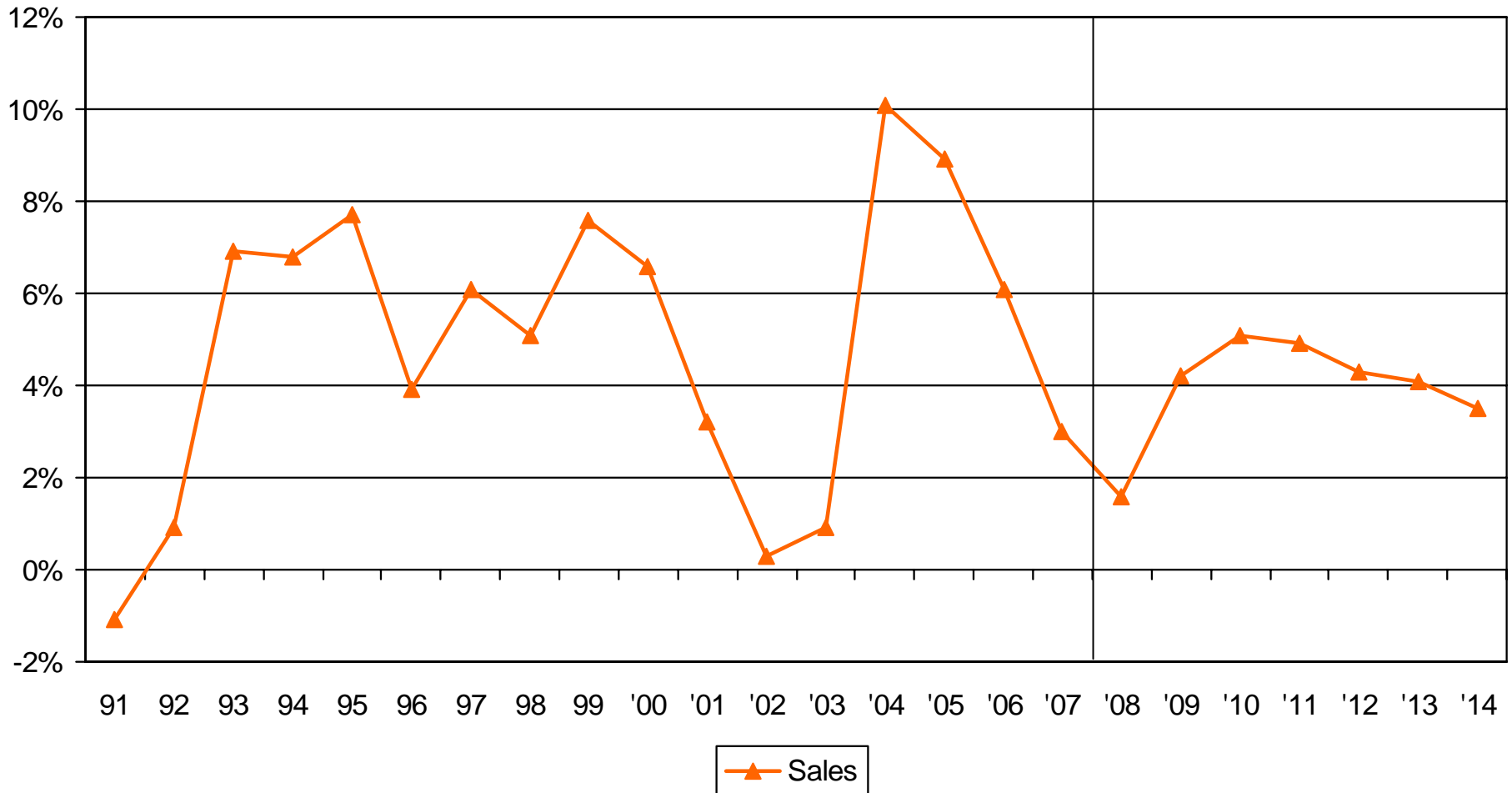
## *Nonwithholding Fiscal Year Percent Change*



\* FY08-14 is forecast

# Sales

## Fiscal Year Percent Change

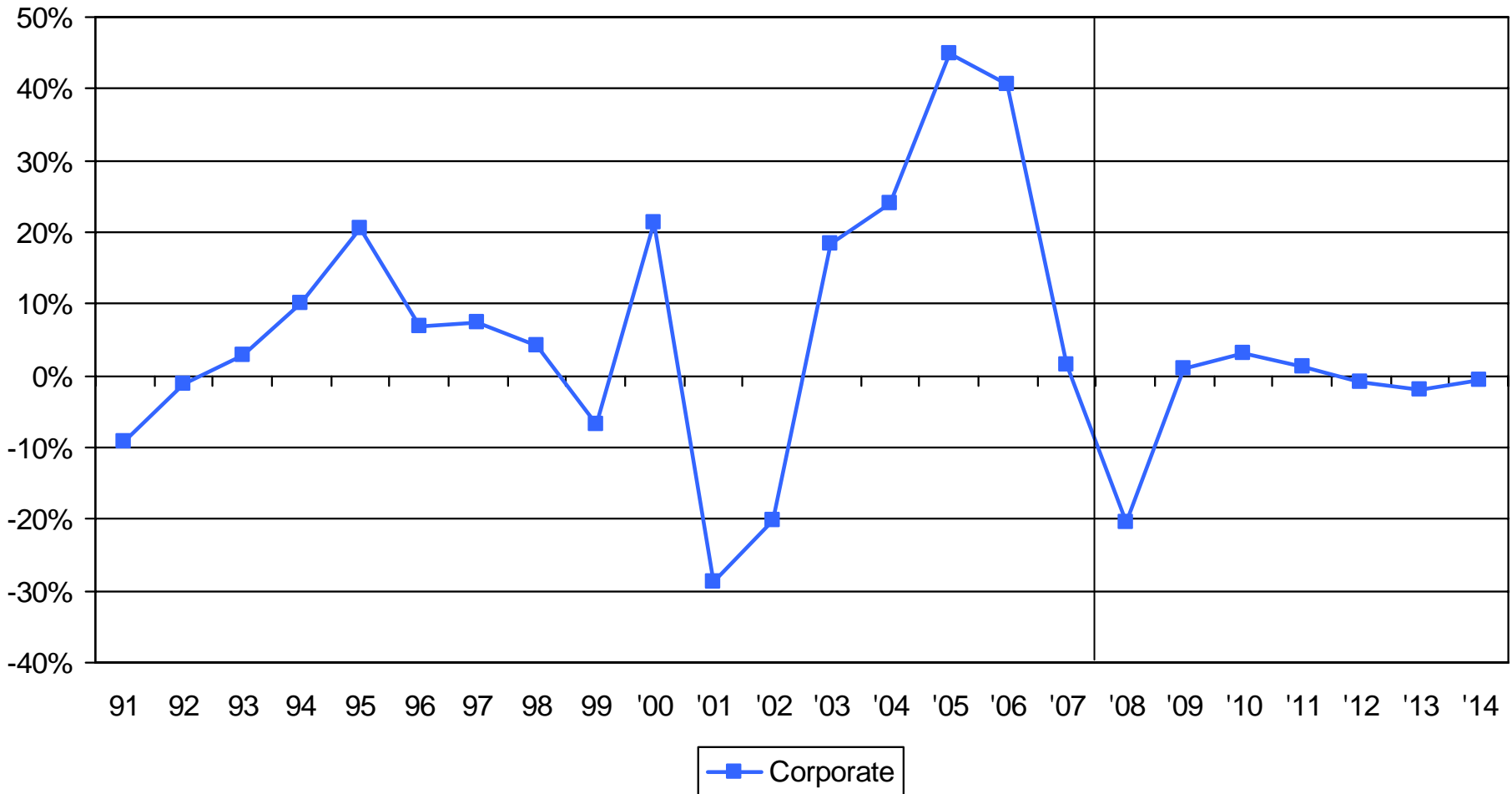


Note: Adjusted for AST and tax reform.

\* FY08-14 is forecast

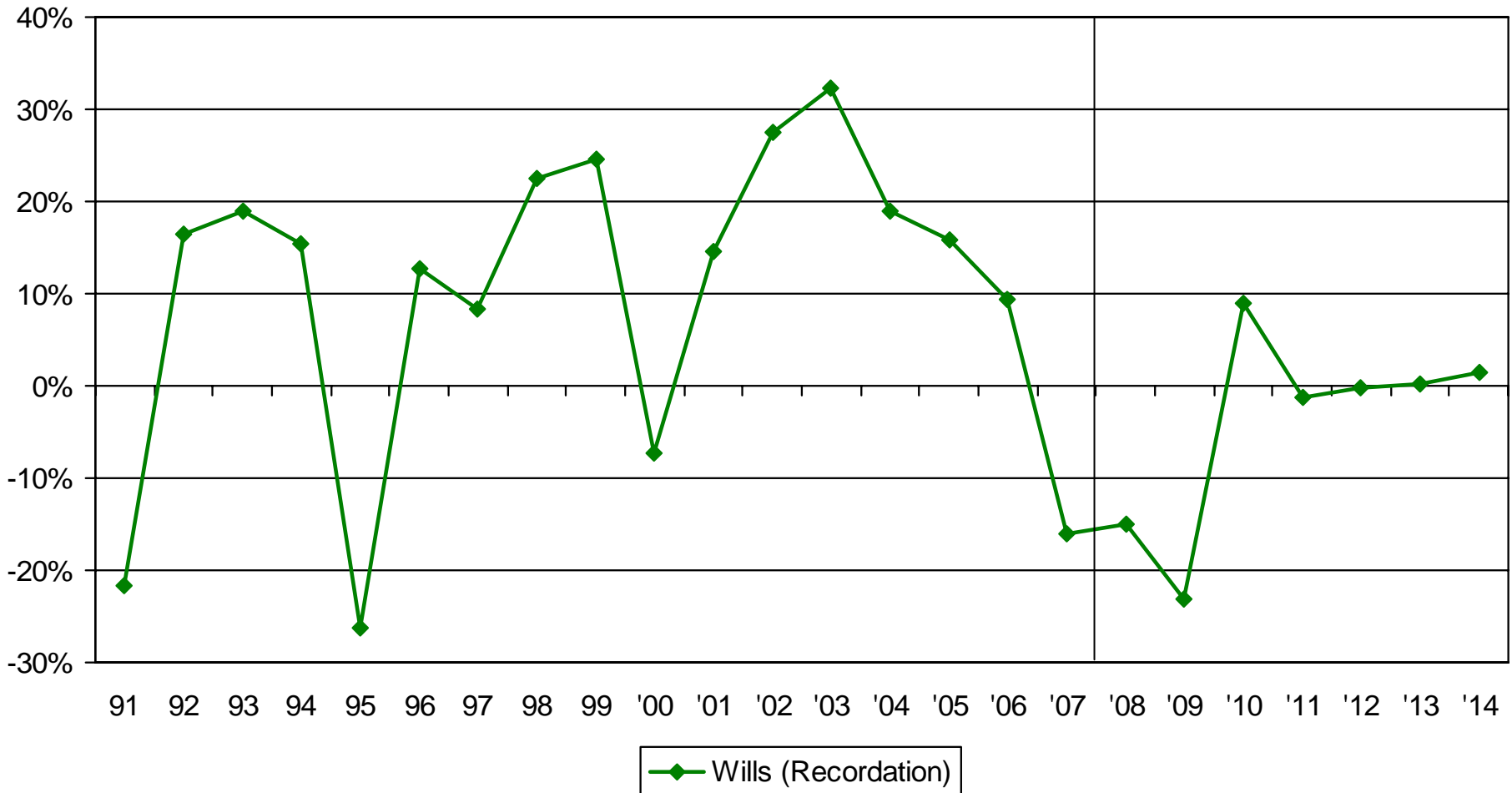


## Corporate Fiscal Year Percent Change



\* FY08-14 is forecast

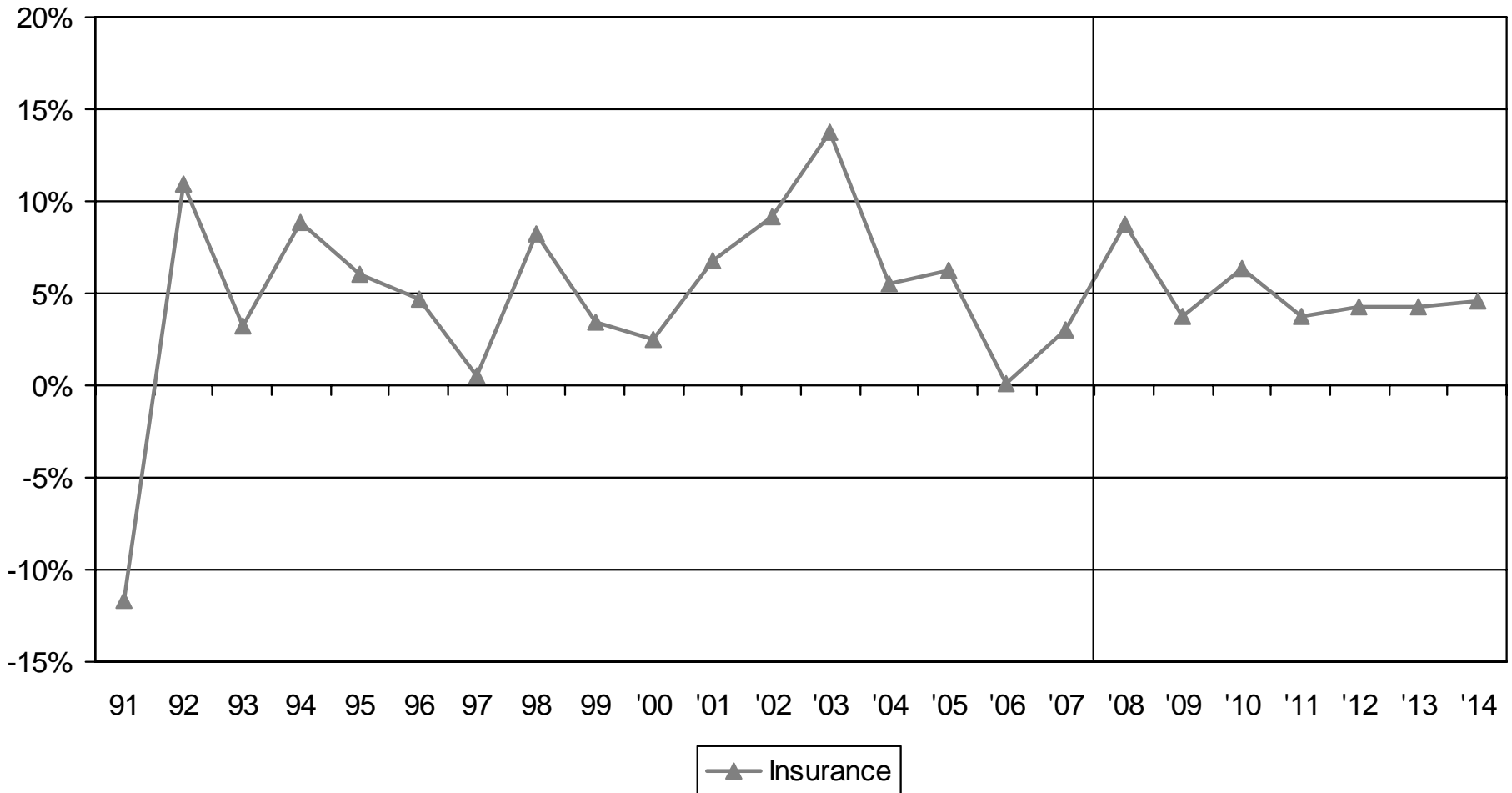
## *Recordation Fiscal Year Percent Change*



Note: Adjusted for AST and tax reform.

\* FY08-14 is forecast

## *Insurance Fiscal Year Percent Change*



\* FY08-14 is forecast

- *Virginia ranks 39<sup>th</sup> on taxes as a percentage of personal income.*
- *Virginia had the 18<sup>th</sup> lowest state and local tax burden in the country.*

- *Virginia ranks 5<sup>th</sup> in average per capita income.*
- *Virginia has the 12<sup>th</sup> highest population in the Nation.*

## ***Virginia Gets Top Grade in Performance...***

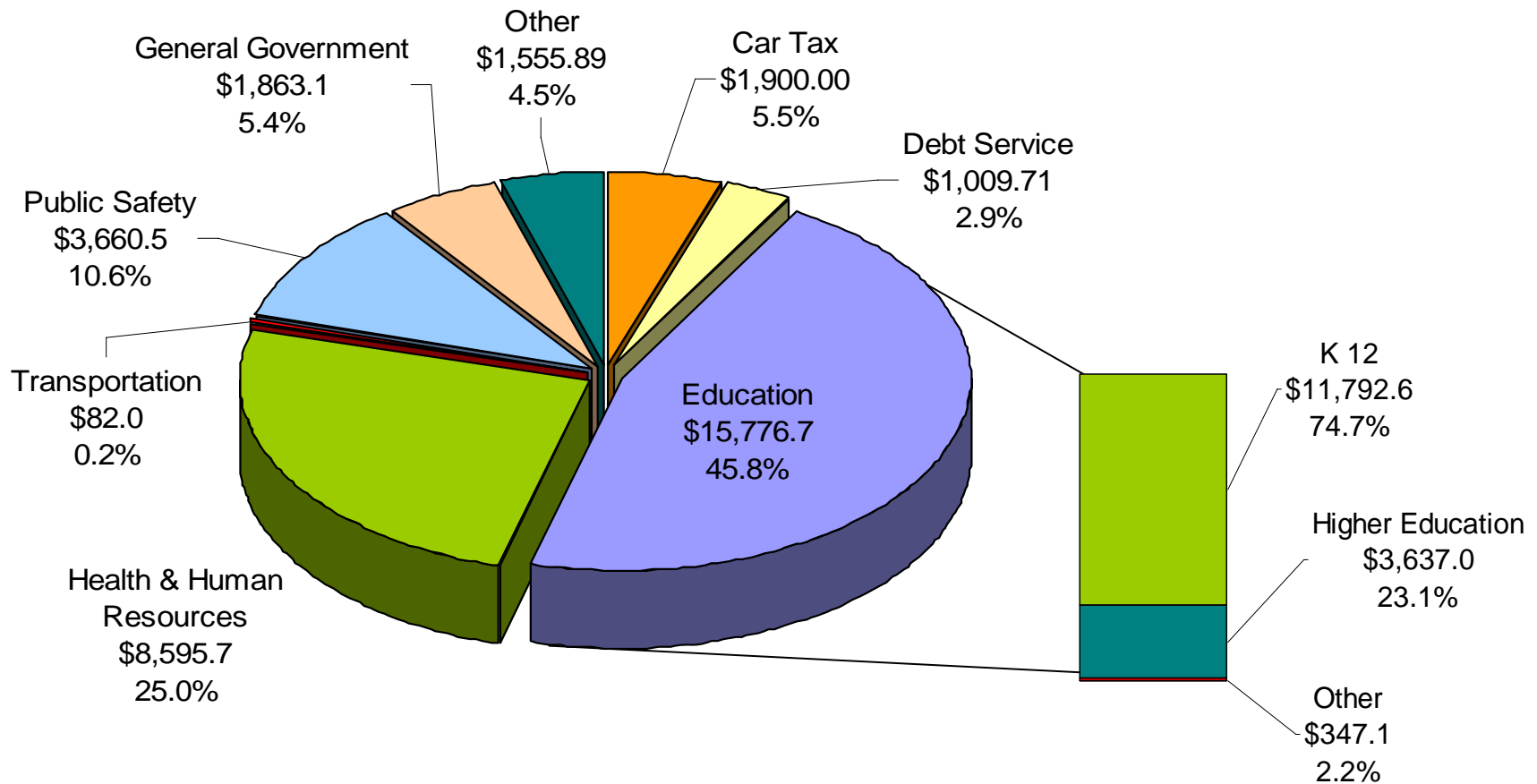
***– Government Performance Project gives Virginia "A-" overall score –***

*Virginia again received the top score in the Government Performance Project's "Grading the States 2008" report, the nation's only comprehensive, independent analysis of how well each state performs in serving the public.*

- Money                      A –
- People                     A
- Infrastructure          B +
- Information            A

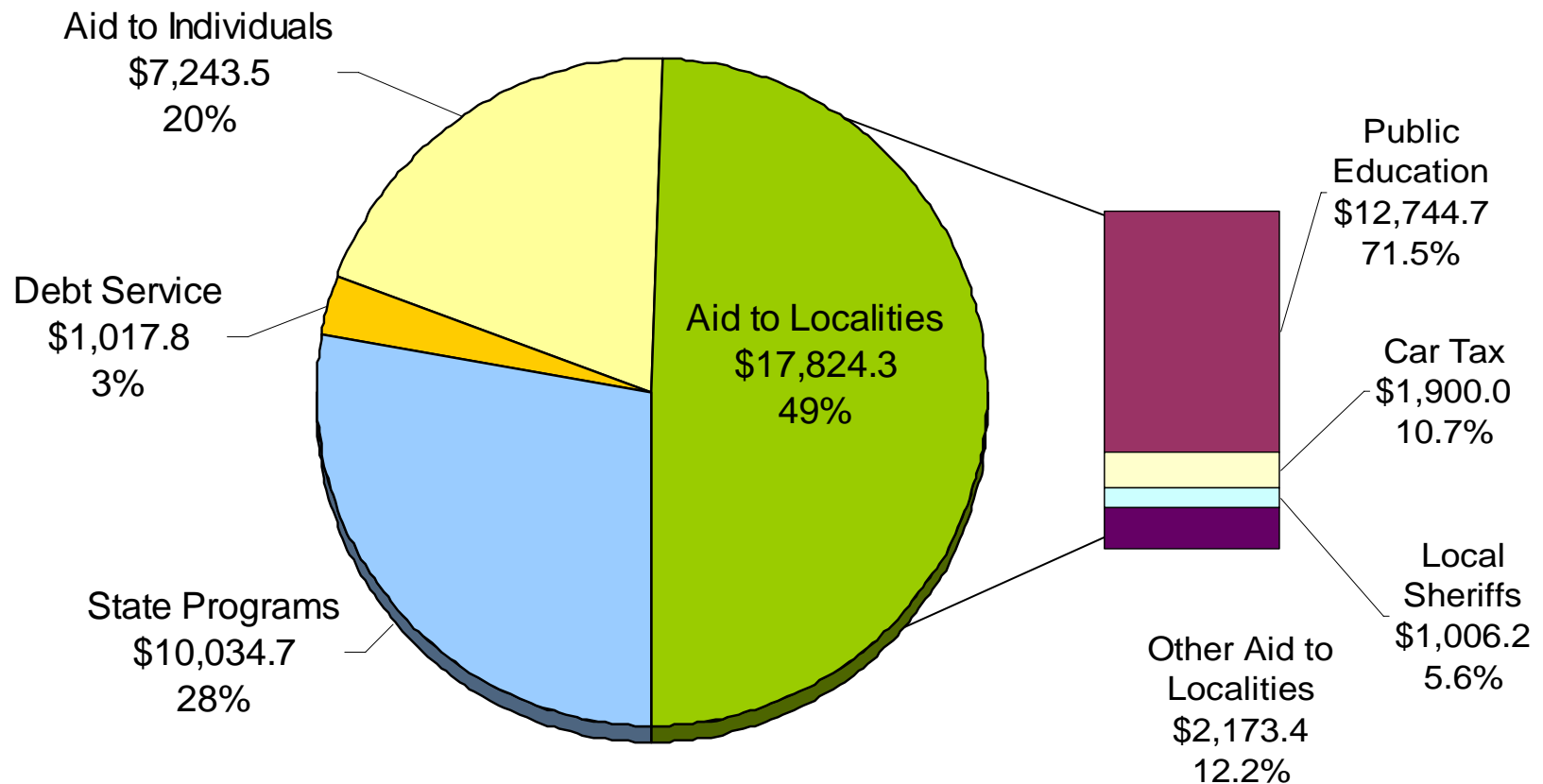
## *Where the Money Goes in 2008-2010 (General Fund Operating) = \$34.4 Billion\**

- 81.2% of state general fund revenues are for education, public safety, and health programs.



\*House Bill 30 Enrolled

## ***Almost One-half of the General Fund Operating Budget Goes to Localities\*...***





## *State Pays Nearly Two-Thirds of Required Education Spending in Hampton Roads...*

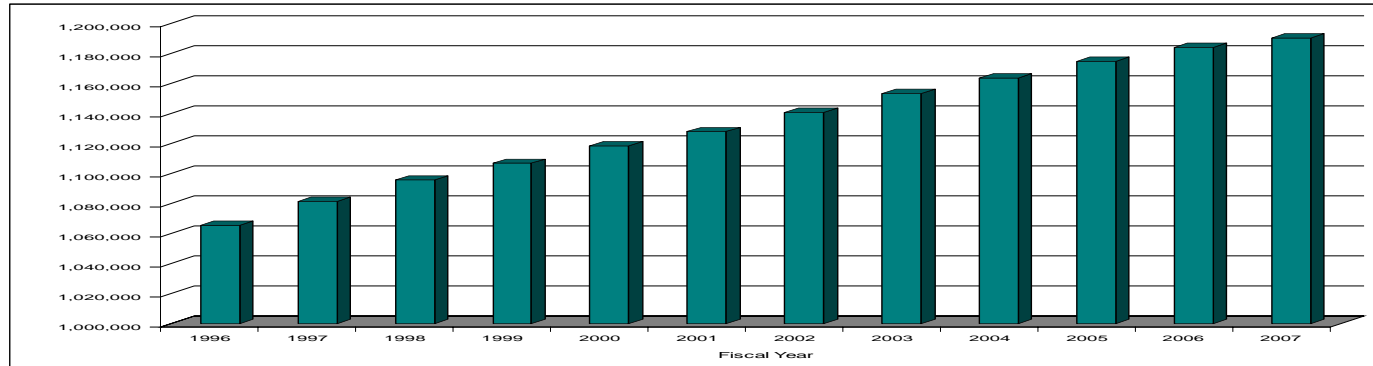
- Average Statewide Share 62%
- Average State Share of Hampton Roads 64%
- Average Hampton Roads Share 36%

## ***State Pays Nearly Two-Thirds of Required Education Spending in Hampton Roads (continued)...***

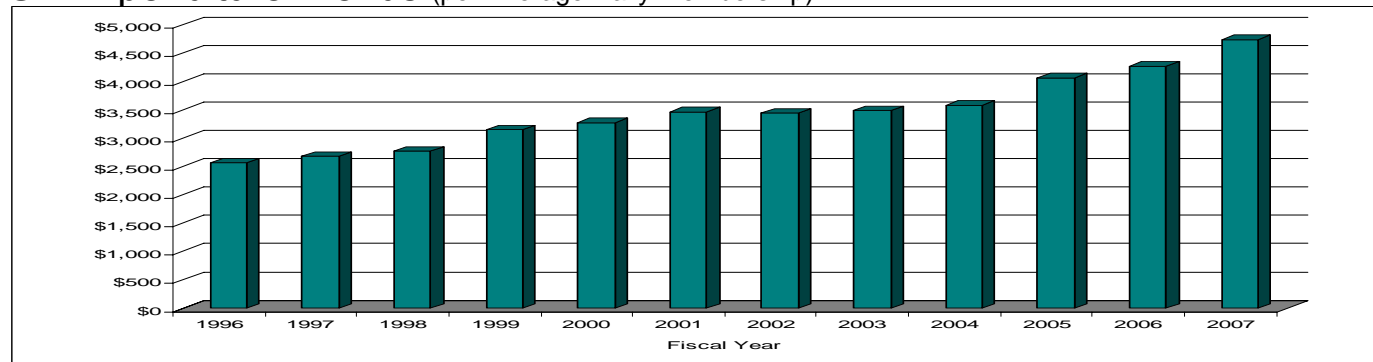
<b>School Division</b>	<b>Average Local Share</b>	<b>Average State Share</b>
Portsmouth	21.1%	78.9%
Hampton	21.7%	78.4%
Newport News	25.3%	74.7%
Norfolk	25.9%	74.1%
Suffolk	29.9%	70.2%
Chesapeake	30.3%	69.7%
Poquoson	31.9%	68.1%
York	36.3%	63.7%
Isle Of Wight	37.0%	63.0%
Virginia Beach	37.1%	62.9%
James City	52.9%	47.1%
Williamsburg	80.0%	20.0%

# Major Budget Driver: K-12 Education

Enrollment Trends (Average Daily Membership)



GF Expenditure Trends (per Average Daily Membership)

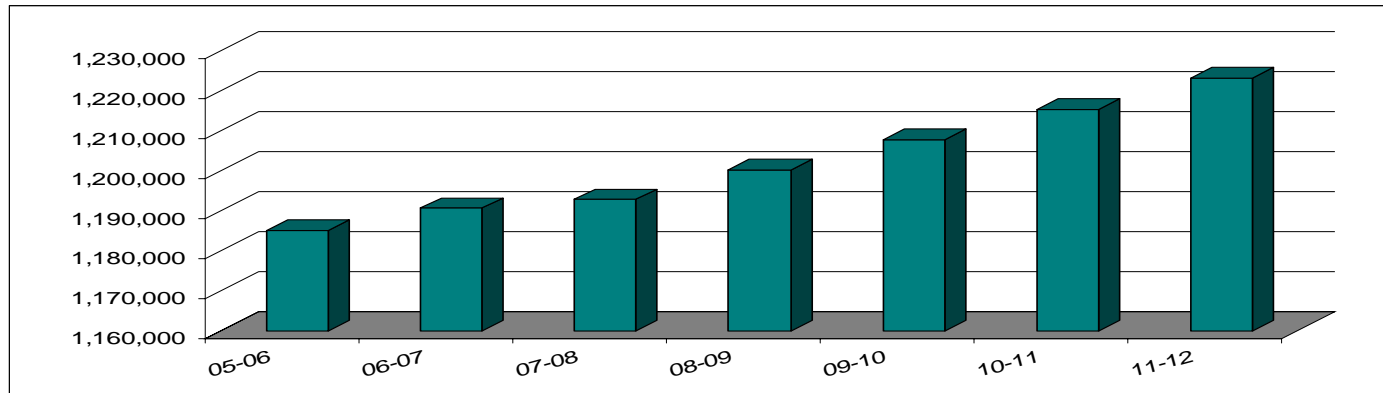


## K-12 Spending Per Pupil in Average Daily Attendance, 2005-2006

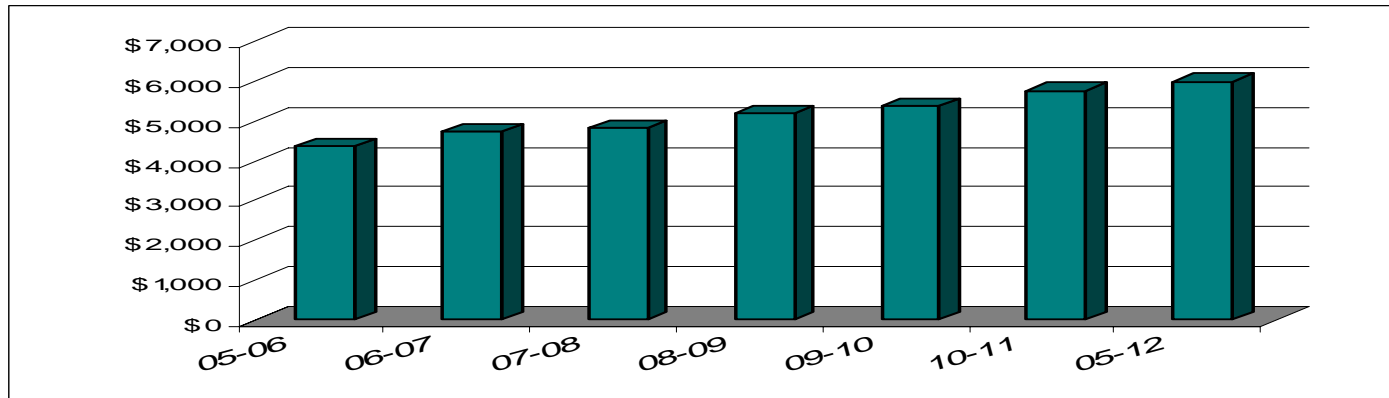
West Virginia	11th
Maryland	27th
<b>Virginia</b>	<b>32nd</b>
South Carolina	30th
North Carolina	23rd
Tennessee	43th

# Six – Year Projections For K-12 Education

Projected Enrollment Trends (Average Daily Membership)

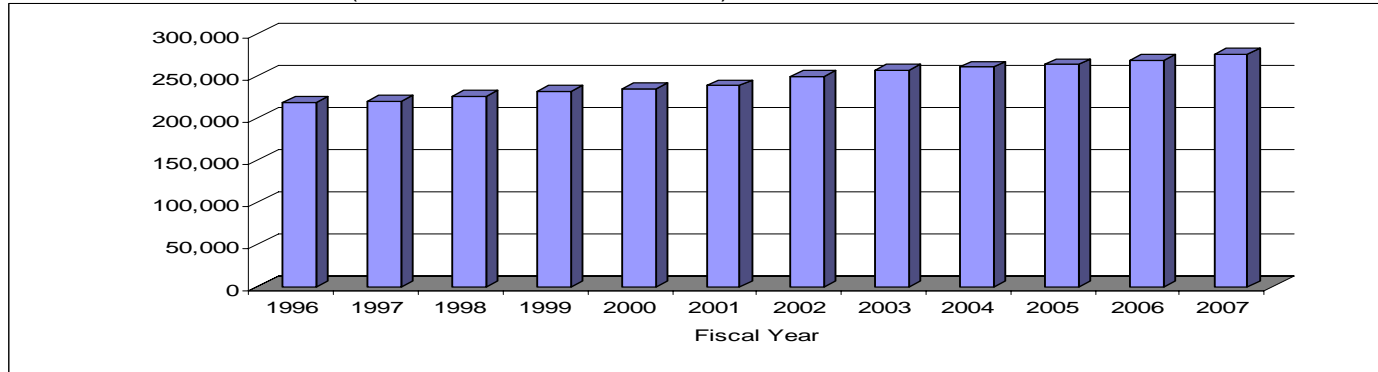


Projected GF Expenditure Trends (per Average Daily Membership)

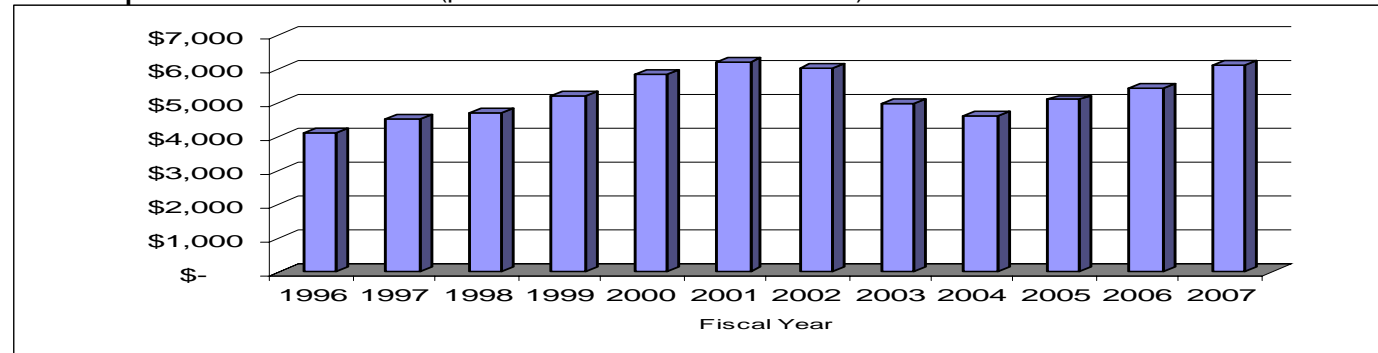


# Major Budget Driver: Higher Education

Enrollment Trends (Annualized full-time enrollment)



GF Expenditure Trends (per Annualized full-time enrollment)



## State & Local Spending for Higher Ed as Percentage of GF Spending, FY 2004

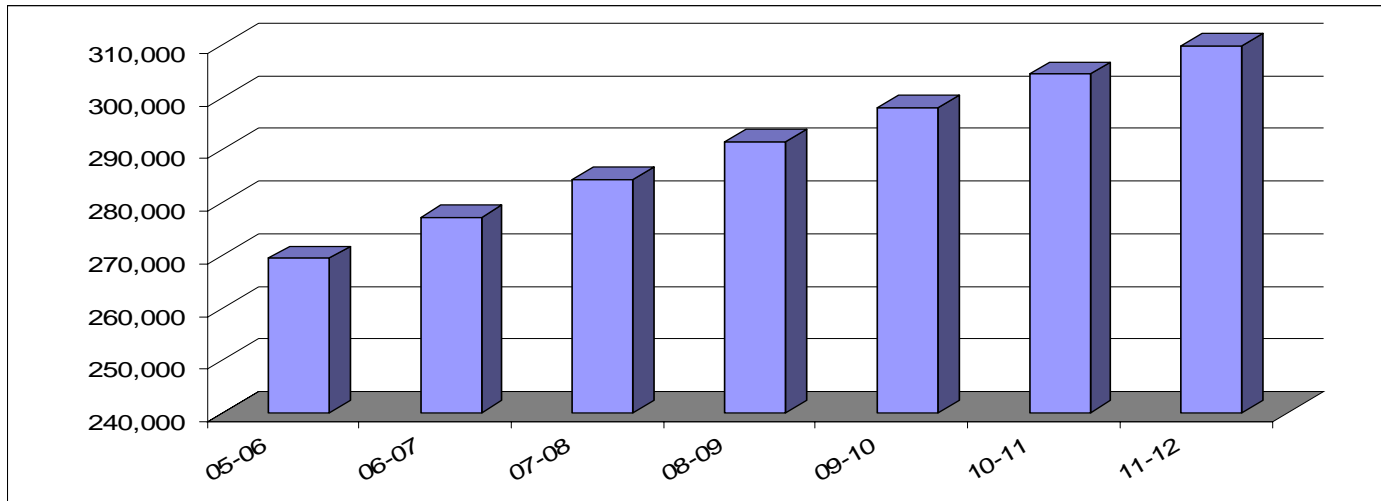
North Carolina	2nd
Maryland	20th
<b>Virginia</b>	<b>26th</b>
West Virginia	27th
South Carolina	31st
Tennessee	36th

## Higher Ed: State Support Per Pupil, FY 2006

North Carolina	3rd
Tennessee	20th
Maryland	31st
<b>Virginia</b>	<b>33rd</b>
South Carolina	37th
West Virginia	45th

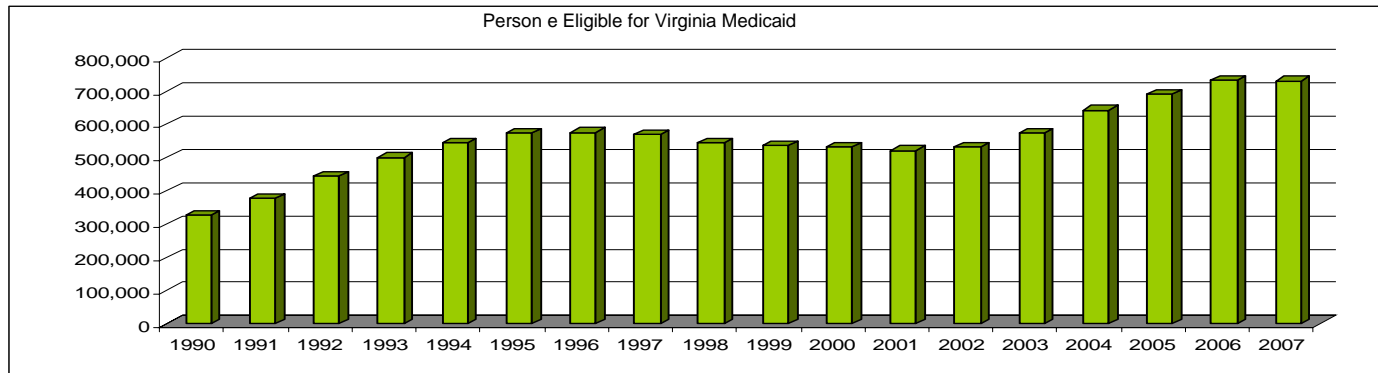
# *Six-Year Projections For Higher Education*

Projected Enrollment Trends (Annualized full-time enrollment)

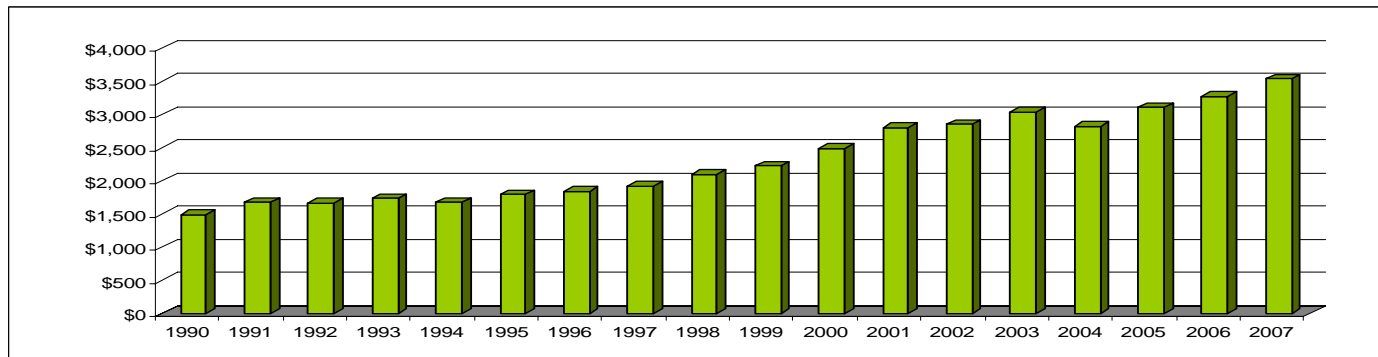


# Major Budget Driver: Medicaid

## Enrollment Trends



## GF Expenditure Trends (per eligible)

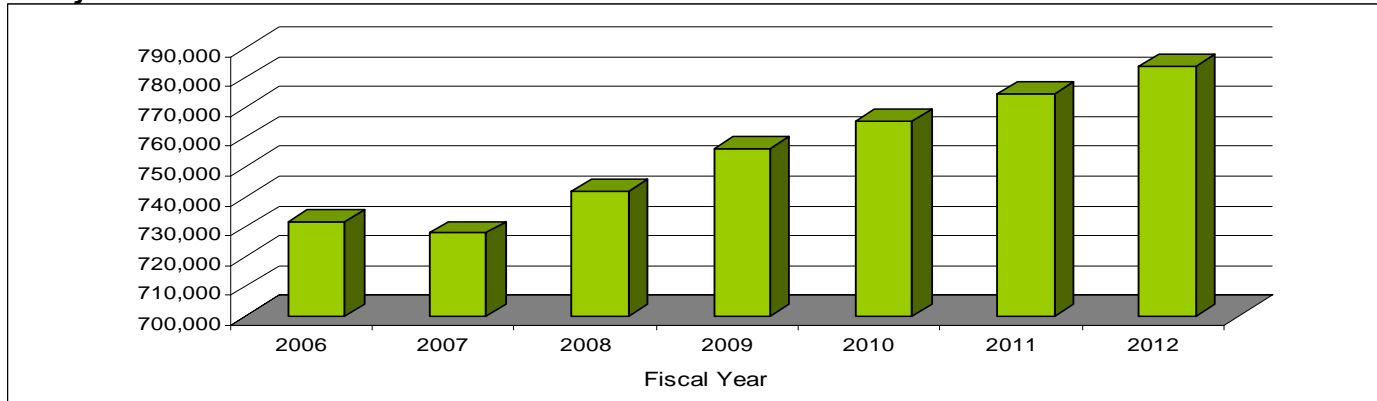


### Medicaid Spending Per Capita, FY 2005

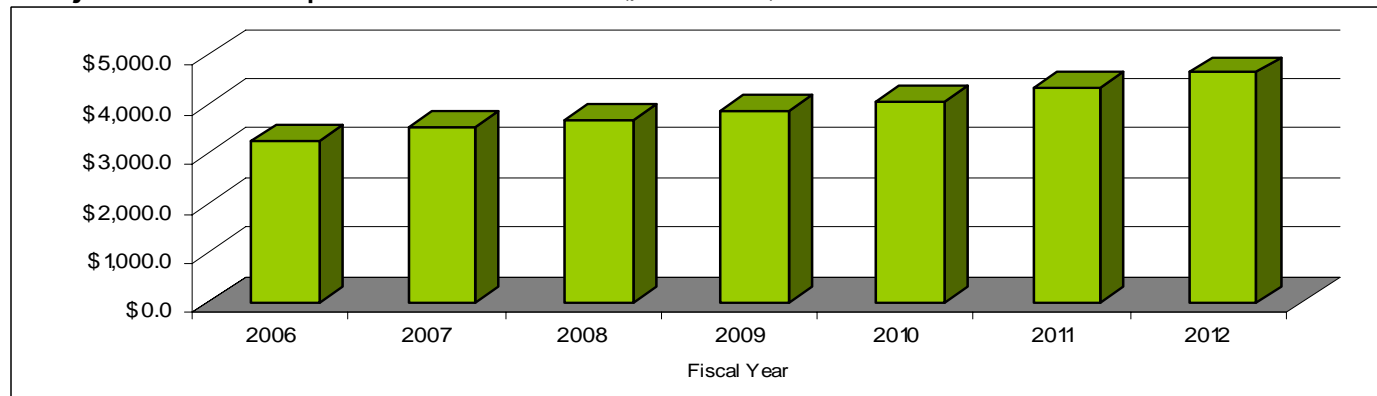
Tennessee	8th
West Virginia	10th
North Carolina	16th
South Carolina	21st
Maryland	24th
<b>Virginia</b>	<b>48th</b>

## Six – Year Projections: Medicaid

### Projected Enrollment Trends



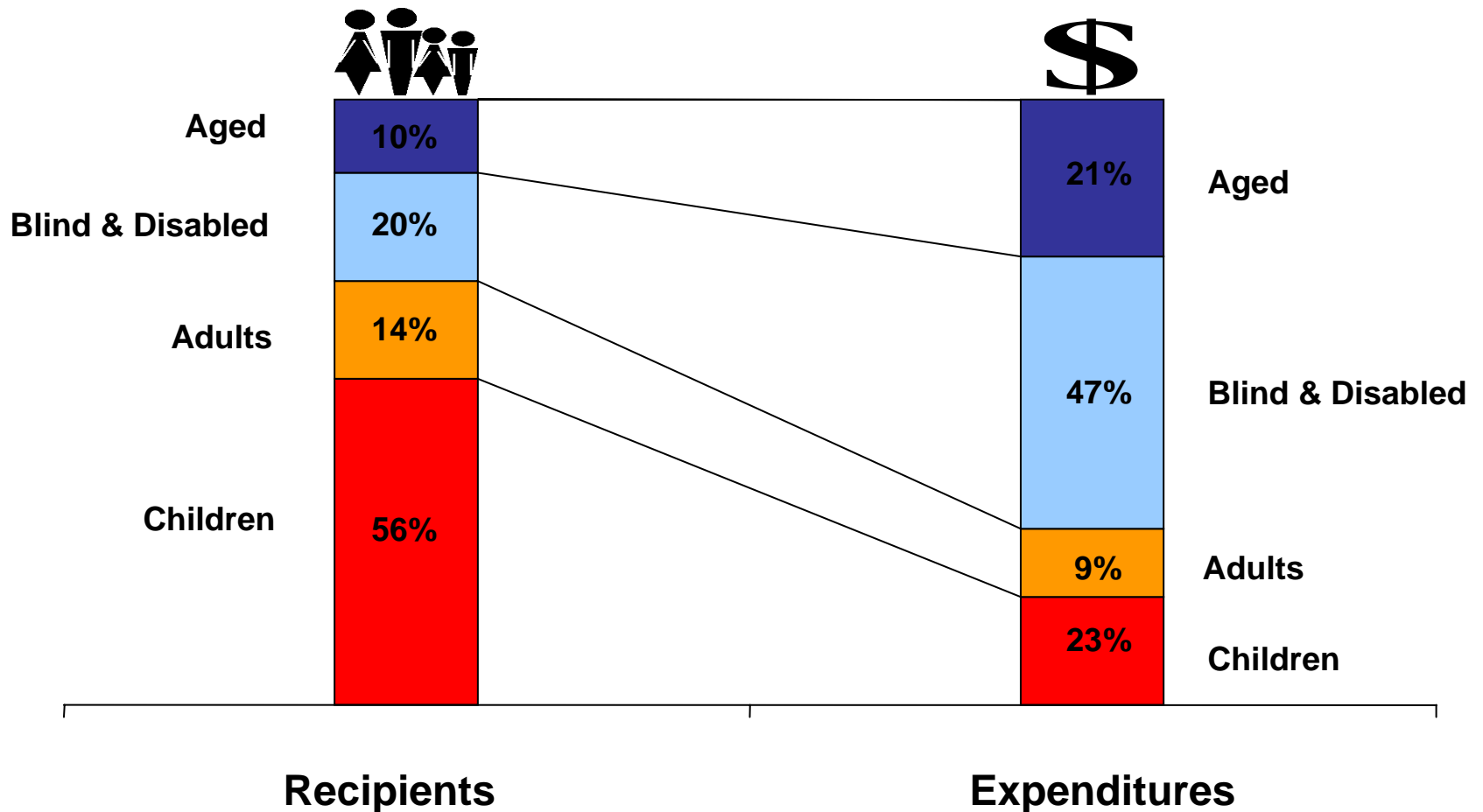
### Projected GF Expenditure Trends (per enrollee)





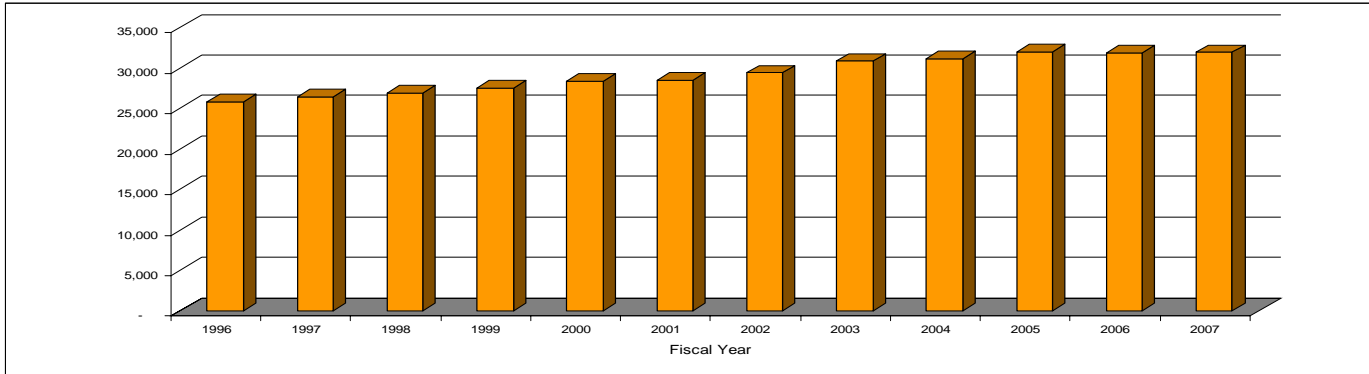
# Major Budget Driver: Medicaid

## Medicaid Enrollment & Expenditures, FY 2007

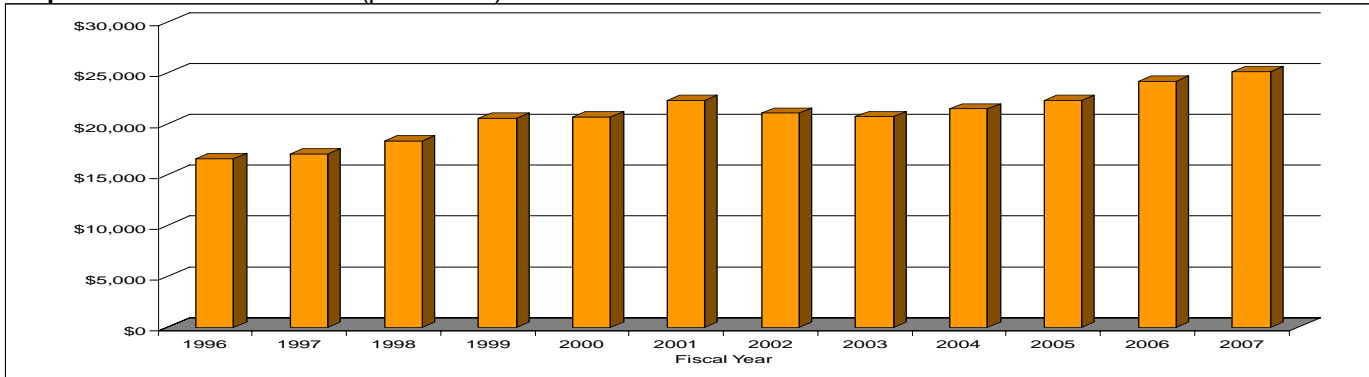


# Major Budget Drivers: Corrections

## Inmate Trends



## Expenditure Trends (per inmate)

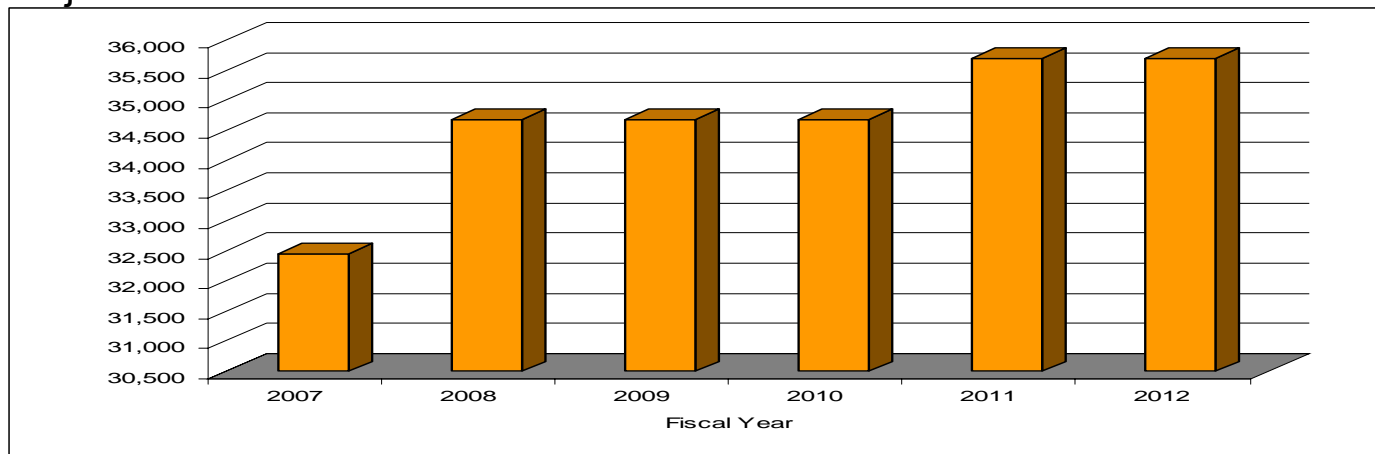


### State Corrections Spending, FY 2005

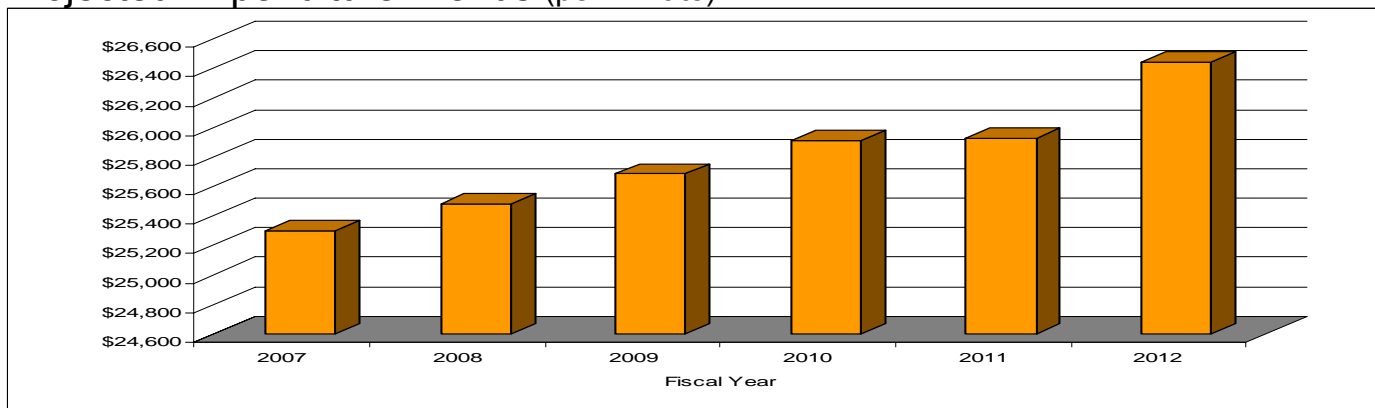
Maryland	10th
<b>Virginia</b>	<b>25th</b>
West Virginia	29th
North Carolina	30th
Tennessee	40th
South Carolina	46th

# Six – Year Projections: Corrections

## Projected Inmate Trends

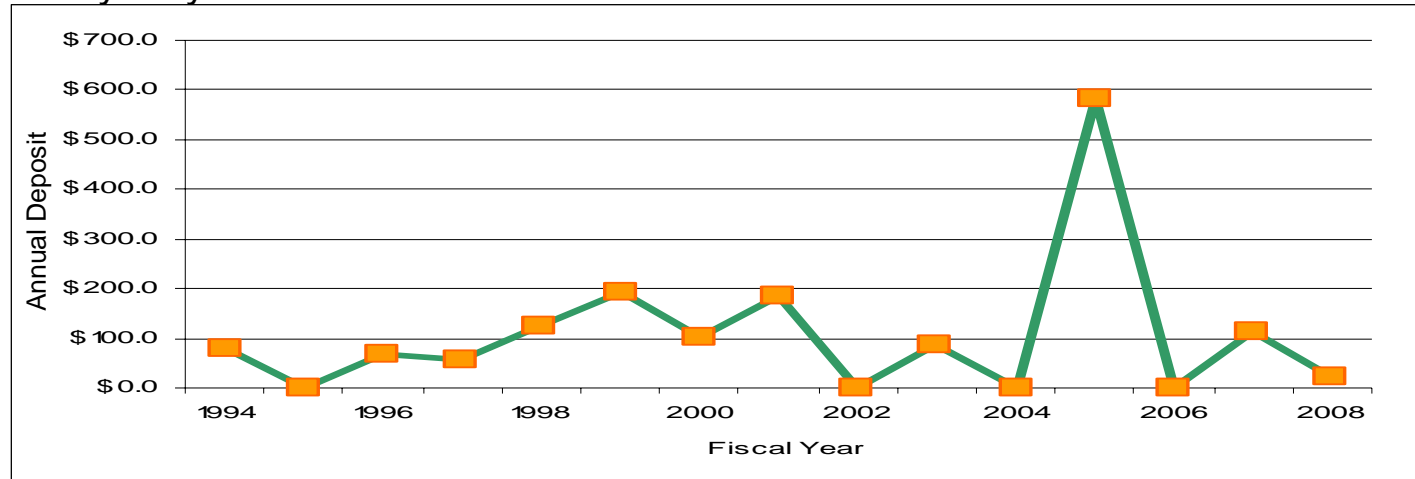


## Projected Expenditure Trends (per inmate)

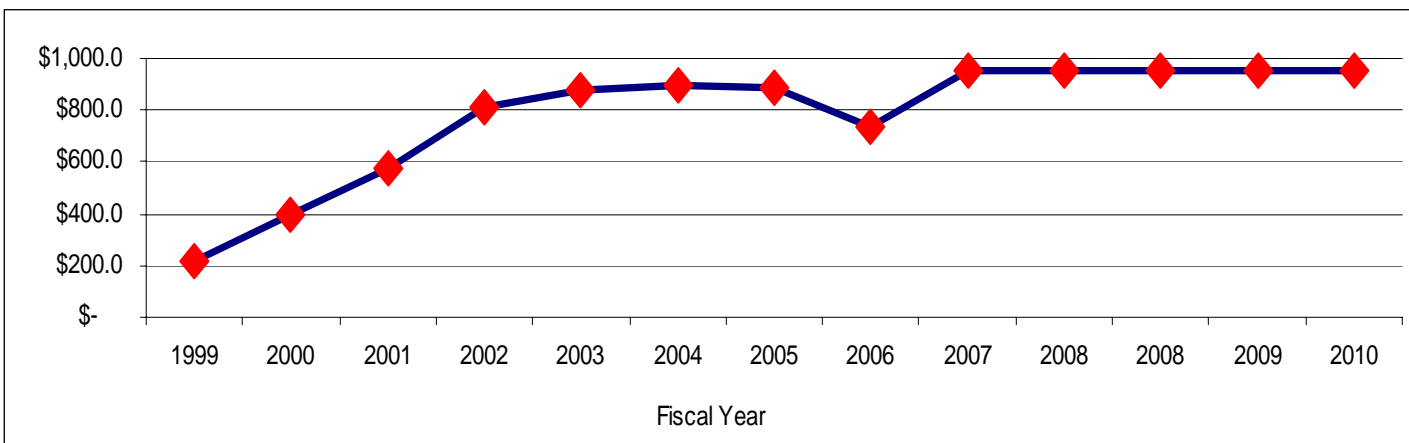


## Other Important Budget Drivers: Rainy Day Fund and Car Tax

### Rainy Day Fund



### Car Tax



# *Questions??...*

Contact Information:

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